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OF COUNSEL
URBAN A. LESTER

OCT 5 '98 12:42 PM '98

RECORDATION NO. 20249-E FILED

OCT 5 '98 12-45 PM

October 5, 1998

Mr. Vernon A. Williams
Secretary
Surface Transportation Board
Washington, D C 20423

Dear Mr. Williams

Enclosed for recordation pursuant to the provisions of 49 U.S.C. Section 11301(a) are two (2) copies of a Partial Release of Security Interest, dated September 25, 1997, a secondary document as defined in the Board's Rules for the Recordation of Documents.

The enclosed document relates to the Commercial Security Agreement which was previously filed with the Board under Recordation Number 20249

The name and address of the party to the enclosed document are

Secured Party. Peoples Bank of Western Pennsylvania
PO Box 511
New Castle, PA 16103

A description of the railroad equipment covered by the enclosed document is

three (3) flatcars bearing LNAL reporting marks and road numbers 45824, 45825 and 45827

Mr Vernon A. Williams
October 5, 1998
Page 2

Also enclosed is a check in the amount of \$26 00 payable to the order of the
Surface Transportation Board covering the required recordation fee

Kindly return one stamped copy of the enclosed document to the undersigned

Very truly yours,

A handwritten signature in black ink, appearing to read "R. Alvord", with a long horizontal flourish extending to the right.

Robert W Alvord

RWA/bg
Enclosures

SURFACE TRANSPORTATION BOARD
WASHINGTON, D.C. 20423-0001

OFFICE OF THE SECRETARY

Date: 10/5/98

Robert W. Alvord
Alvord And Alvord
918 Sixteenth Street, NW., Ste. 200
Washington, DC., 20006-2973

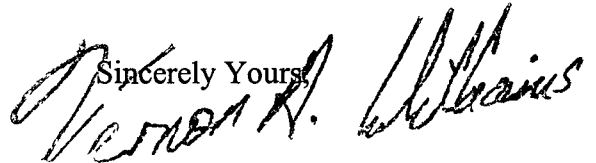
Dear Sir:

The enclosed document(s) was recorded pursuant to the provisions of 49 U.S.C. 11301

and 49 CFR 1177.3(c), on 10/5/98 at 12:45 PM , and

assigned recordation number(s). 21697, 21697-A, 21698, 21698-A, 21699, 21699-A,
21699-B, 20846-D, 20249-E, 21464-A and 20854-F

Sincerely Yours,



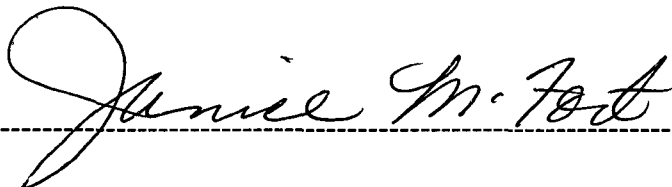
Vernon A. Williams

Enclosure(s)(11)

286.00

\$_____ The amount indicated at the left has been received in payment of a fee in connection with a document filed on the date shown. This receipt is issued for the amount paid. In the event of an error or any questions concerning this fee, you will receive a notification after the Surface Transportation Board has an opportunity to examine your document.

Signature-----



OCT 5 '98

12-45 PM

PARTIAL RELEASE OF SECURITY INTEREST

The undersigned, PEOPLES BANK OF WESTERN PENNSYLVANIA, ("Bank"), a Pennsylvania banking institution, for good and valuable consideration, the receipt and sufficiency of which is acknowledged, does hereby terminate, release and discharge a security interest held by the Bank insofar as the same encumbers that certain railroad equipment identified as follows:

Three (3) flat cars, LNAL reporting marks and road numbers 45827, 45824 and 45825

Such security interest was granted pursuant to that certain Commercial Security Agreement DATED August 23, 1996, in favor of the undersigned Kasgro Rail Corp., which was filed with the Surface Transportation Board on August 30, 1996 at 9:50 a.m. under Recordation Number 20249.

Nothing herein contained shall be deemed to discharge, terminate or release any other collateral held by the Bank or any other assets or property of Kasgro Rail Corp. encumbered by said security interest in favor of the Bank.

ATTEST:

Phyllis Phillips
Phyllis Phillips

PEOPLES BANK OF WESTERN PENNSYLVANIA

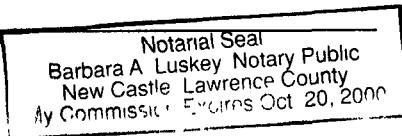
BY: *Janet E. Bradford*
Janet E. Bradford
Assistant Vice President

COMMONWEALTH OF PENNSYLVANIA**COUNTY OF LAWRENCE**

On this, the 25th day of September 1998, before me, the undersigned officer, personally appeared Janet E. Bradford who acknowledged herself to be an Assistant Vice President of Peoples Bank of Western Pennsylvania, a Pennsylvania banking institution, and that she as such Assistant Vice President being authorized so to do execute the foregoing instrument for the purpose therein contained by signing the name of the corporation by herself as Assistant Vice President.

IN WITNESS WHEREOF, I have hereunto set my hand and official seal.

My Commission Expires:



Barbara A. Luskey

A circular notary seal stamp. The text around the perimeter reads: "Barbara A. Luskey", "Notary Public", "New Castle Lawrence County". The center contains the date "SEP 25 1998".

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